

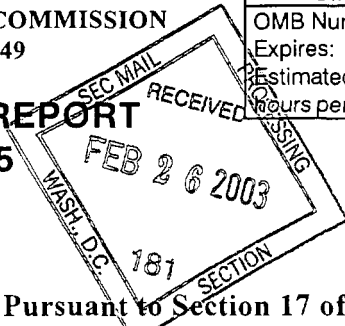


UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

**ANNUAL AUDITED REPORT**  
**FORM X-17A-5**  
**PART III**

TC

OMB APPROVAL	
OMB Number:	3235-0123
Expires:	October 31, 2004
Estimated average burden hours per response.....	12.00



SEC FILE NUMBER
848726

FACING PAGE

**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 01/01/02 AND ENDING 12/31/02  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:  
**HAVENWOOD CAPITAL MARKETS, LLC**  
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)  
**12329 MICHAELS FORD ROAD**

OFFICIAL USE ONLY
FIRM I.D. NO.

(No. and Street) (City) (State) (Zip Code)  
**HUNT VALLEY MARYLAND 21030**  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT  
**BRENT LOCKWOOD 410-667-4434**  
(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*  
**RODE & ARMSTRONG, P.A.**

(Name - if individual, state last, first, middle name)  
**100 WEST ROAD, SUITE 416 TOWSON MD 21204**  
(Address) (City) (State) (Zip Code)

**CHECK ONE:**

- ☒ Certified Public Accountant
- ☐ Public Accountant
- ☐ Accountant not resident in United States or any of its possessions.

**PROCESSED**  
**MAR 11 2003**

<b>FOR OFFICIAL USE ONLY</b>
<b>THOMSON FINANCIAL</b>

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

*Handwritten signature*

## OATH OR AFFIRMATION

I, BRENT M. LOCKWOOD, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of HAVENWOOD CAPITAL MARKETS, LLC, as of DECEMBER 31,, 20 02, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Brent M. Lockwood  
Signature

SECRETARY

\_\_\_\_\_

Title

G. Page  
Notary Public



G. Page, Notary Public  
Baltimore County  
State of Maryland  
My Commission Expires Jan. 1, 2004

This report \*\* contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☒ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☒ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

HAVENWOOD CAPITAL MARKETS, LLC  
TABLE OF CONTENTS  
DECEMBER 31, 2002

	<u>Page</u>
Independent Auditors' Report . . . . .	4
Financial Statements	
<u>Exhibits</u>	
A Statement of Financial Condition - December 31, 2002 . . . . .	5
B Statement of Operations - Year Ended December 31, 2002 . . . . .	6
C Statement of Cash Flows - Year Ended December 31, 2002 . . . . .	7
D Statement of Changes in Members' Equity - Year Ended December 31, 2002 . . . . .	8
Notes to Financial Statements . . . . .	9-10
Supplementary Information	
<u>Schedules</u>	
1 Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission December 31, 2002 . . . . .	11
2 Computation for Determination of Reserve Requirements Under Rule 15c3-3 of the Securities and Exchange Commission December 31, 2002 . . . . .	12
3 Information Relating to the Possession or Control Requirements Under Rule 15c3-3 of the Securities and Exchange Commission December 31, 2002 . . . . .	13
4 Reconciliations Under Rule 17a5(d)(4) of the Securities and Exchange Commission December 31, 2002 . . . . .	14
Independent Auditors' Report On Internal Accounting Control . . . . .	15-16

# RODE & ARMSTRONG, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

100 WEST ROAD, SUITE 416

TOWSON, MARYLAND 21204

410-581-0500

FAX 410-581-0191

ALBERT E. RODE, JR. C.P.A.  
KEITH G. ARMSTRONG, C.P.A.

TOLL FREE NO: 1-866-859-0973  
E-MAIL: info@rodearmstrong.com

## INDEPENDENT AUDITORS' REPORT

### Members

Havenwood Capital Markets, LLC

We have audited the accompanying statement of financial condition of Havenwood Capital Markets, LLC as of December 31, 2002, and the related statements of operations, cash flows, and changes in members' equity for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Havenwood Capital Markets, LLC as of December 31, 2002, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements but is supplementary information required by Rule 17a-5 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Rode & Armstrong, P.A.*

Towson, Maryland  
January 22, 2003

EXHIBIT A

HAVENWOOD CAPITAL MARKETS, LLC  
STATEMENT OF FINANCIAL CONDITION  
DECEMBER 31, 2002

ASSETS

Current Assets	
Cash and cash equivalents . . . . .	\$159,659
Other assets . . . . .	<u>10,817</u>
Total Current Assets . . . . .	<u>170,476</u>
Equipment At Cost	
Equipment . . . . .	7,434
Less: accumulated depreciation . . . . .	<u>4,282</u>
	<u>3,152</u>
Total Assets . . . . .	<u>\$173,628</u>

LIABILITIES AND MEMBERS' EQUITY

Current Liabilities	
Accounts payable and accrued expenses . . . . .	\$ 5,849
Members' Equity . . . . .	<u>167,779</u>
Total Liabilities And Members' Equity . . . . .	<u>\$173,628</u>